

DAVID Y. IGE GOVERNOR

December 30, 2016

EXECUTIVE MEMORANDUM

MEMO NO. 16-06

TO: All Department Heads

SUBJECT: Advancement of Hawaii Revised Statutes Chapter 42F Operating Grant

Funds

Hawaii Revised Statutes (HRS) § 42F-104 provides that up to 25% of the amount appropriated by the legislature for a HRS chapter 42F grant may be disbursed prior to the execution of a contract where an agency has determined that there is good reason to do so. The following guidelines will apply to the advancement of HRS chapter 42F operating grant funds prior to execution of a contract.

- Where the expending state agency (STATE) has determined that there is good reason to advance operating grant funds pursuant to HRS § 42F-104, the grantee must sign the attached Form AGREEMENT REGARDING ADVANCEMENT OF HAWAII REVISED STATUTES CHAPTER 42F OPERATING GRANT FUNDS.
- 2. In exchange for the advancement of operating grant funds, the grantee must agree to provide the STATE with a full and complete accounting of all of the operating grant funds disbursed in advance of the executed contract, as may be determined by the STATE.
- 3. Grantee must agree that if, for any reason, a contract is not approved or executed, the full amount of the operating grant funds advanced shall be reimbursed to the STATE within 45 days of written notification that the contract has not been approved or will not be executed.

Should you have any questions about this memorandum, please contact Laurel Johnston, Deputy Director of the Department of Budget and Finance.

DAVID Y. IGE

Governor, State of Hawaii